## PEFORE THE TENNESSEE REGULATORY AUTHORITY NASHVILLE TENNESSEE UTH.

IN RE: PETITION OF UNITED CITIES (	G'ADSL FEB, 28 PM 3 35
COMPANY FOR APPROVAL OF A	
TRANSPORTATION GAS SERVICE	OFFICE OF THE
AGREEMENT WITH SUPERIOR	EXECUTIVE SECRETARY
INDUSTRIES INTERNATIONAL, INC.	) DOCKET NO. 00-0102
	)
	)

## PETITIONER'S RESPONSE TO TRA DATA REQUEST NO. 3

United Cities Gas Company, by and through counsel, submits this response to TRA Data Request No. 3, dated February 15, 2001.

1. Is Superior Industries planning to use United Cities as a backup in case more gas than they have contracted for is needed?

**RESPONSE:** No, Superior is not planning to use United Cities as a backup if more gas than they have contracted for is needed. Superior's marketer will be delivering all of their gas needs.

1(b). I know United Cities is not going to reserve any capacity for them, so is it correct to say that the only gas United Cities would sell to them would be excess capacity? Would the cost of this gas be at the standard interruptible rate?

**RESPONSE**: United Cities is not selling, but transporting gas to Superior. The only gas transported and delivered to Superior will be through unused released capacity. As such, the only charge United Cities will bill Superior is the negotiated transportation/delivery (margin) rate

on all volumes metered to their facility. The only scenario in which United Cities would bill Superior for cost of gas would be if during a critical or peak day (under an operational flow order), United Cities could not confirm Superior's marketer's delivery of gas to United Cities City Gate. If Superior then used more than the confirmed quantity amount, United Cities would bill Superior the negotiated rate times all volumes metered plus \$2.50/Ccf for the unauthorized overrun and the cash out rate on all overrun values.

2. In your response on page 32, under item 1, United Cities mentions "Stranded Cost." How much is the "Stranded Cost?"

**RESPONSE:** Attached hereto and filed under seal as <u>Exhibit A</u> is a responsive document from United Cities which explains the calculation of Stranded Cost.

Respectfully submitted,

BAKER, DONELSON, BEARMAN & CALDWELL, P.C.

Joe A. Conner

Misty Smith Kelley

1800 Republic Centre

633 Chestnut Street

Chattanooga, TN 37450-1800

Attorneys for United Cities Gas Company

## **CERTIFICATE OF SERVICE**

I hereby certify that a true and correct copy of the foregoing has been mailed, postage prepaid, to the following parties of interest this day of February, 2001.

Richard Collier General Counsel, Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37243-0505

Timothy C. Phillips
Office of Attorney General and Reporter
Consumer Advocate Division
Cordell Hull Building
465 Fifth Avenue North, Second Floor
Nashville, TN 37243

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## BEFORE THE TENNESSEE REGULATORY AUTHORITY NASHVILLE, TENNESSEE

IN RE: PETITION OF UNITED CITIES GAS COMPANY FOR APPROVAL OF A TRANSPORTATION GAS SERVICE AGREEMENT WITH SUPERIOR INDUSTRIES INTERNATIONAL, INC.	) ) ) )	DOCKET NO. 00-01022		
PETITIONER'S RESPONSE TO TRA DATA REQUEST NO. 3				

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